Attachment 3.12-1

Letter Regarding Acceptance of Process Wastewater for Disposal



McKittrick Waste Treatment Site 56533 Highway 58 West McKitcrick, CA 93251 (661) 762-7366 (661) 762-7696 FAX

October 2, 2001

Mr. Mark Kehoe, Director Environmental and Safety Programs GWF Power Systems Company 4300 Railroad Avenue Pittsburg, CA 94565

RE: Tracy Peaker Plant - Process Wastewater Disposal

Dear Mr. Kehoe:

Thank you for your recent inquiry regarding the possible acceptance of process wastewater from the Tracy Peaker Power Plant in San Joaquin County at the McKittrick Waste Treatment Site owned by Waste Management, Inc.. Our McKittrick facility is a Class II disposal facility that has all appropriate State permits for managing liquid wastes. The McKittrick facility has a daily receiving capacity of 100,000 gallons and does not have a limit on the TDS (total dissolved solids) of the liquid being received. From the information that GWF has provided regarding the quality of the process wastewater (8,300 TDS) and the volume (1300 gallons per day) it would appear that the Tracy Peaker liquid waste stream is acceptable to the McKittrick Liquid Waste facility. Final acceptance will be based on the completion on a Waste Profile with the appropriate analytical reports.

Should you have other questions regarding the Liquid Waste facility at McKittrick, please feel free to contact me at (661) 345-0021.

Respectfully.

Darron Stankey

Sales Manager, McKittrick Waste Treatment Site